

PROPOSED LEGISLATION

EXPLANATORY COMMENT

An Act

To increase the rate of compensation of the Director of Central Intelligence and for other purposes.

BE IT ENACTED BY THE SENATE AND HOUSE OF REPRESENTATIVES IN CONGRESS ASSEMBLED,

Sec. 1. 50 U.S.C.403(a) is hereby amended by deleting the figure "16,000" and substituting in lieu thereof the figure "20,000."

Increases compensation of DCI which was \$14,000 per National Security Act of 1947 and increased to \$16,000 by Executive Pay Bill of October 15, 1949.

Sec. 2. 50 U.S.C.403(b)(2) is amended by deleting the second sentence thereof and substituting the following:

"Any such commissioned officer, while serving in the office of Director, shall receive the pay and allowances authorized by law for the grade of General or equivalent grade. Any such commissioned officer, after having served four years as Director, shall be entitled at his own request and if otherwise qualified, to retirement with the retired pay and allowances authorized by law for the grade of General or equivalent grade."

Amends Sec. 102(b)(2) of Nat. Sec. Act of 1947 to give military man serving as DCI straight pay and allowances of a General and eliminate payment of differences between military pay and stated civilian salary.

Note: Take home pay on \$20,000 based on one dependent and including deduction for retirement, computed under 1951 tax rates amounts to \$14,178, while that of a General is \$14,566.94. Take home pay on \$16,000 is \$11,468.

Sec. 3. 50 U.S.C.403j(1) is amended by deleting the words "payment of claims pursuant to Title 28;" and substituting the following: "payment of claims pursuant to Chapter 171 of Title 28;"

Specifically refers to Federal Tort Claims procedure which was the intended meaning.

Sec. 4. 50 U.S.C.403i is hereby repealed.

Repeals Sec. 9 of CIA ACT which provides for three positions in professional or scientific field with ceiling of \$15,000. No longer necessary since we have authority to appoint super grades as necessary.

Sec. 5. The Central Intelligence Agency is hereby exempted from the provisions of the "Performance Rating Act of 1950," (64 Stat. 1098).

Because of security reasons it is impossible to comply with the review and inspection provisions of that Act. The Civil Service Commission has indicated that it will give its support in this matter.

Sec. 6. 50 U.S.C.403 is further amended by the addition of a new subparagraph to read as follows:

"(g) Deputy Directors; appointment and compensation

(1) There shall be a Deputy Director of Central Intelligence who shall be appointed by the President by and with the advice and consent of the Senate and who shall receive compensation at the rate of \$17,500 a year. The Deputy Director of Central Intelligence shall perform such duties and exercise such powers as shall be prescribed by the Director of Central Intelligence or by law and shall act for, and exercise the powers of, the Director during his absence or disability."

(2) In addition to the Deputy Directors of Central Intelligence the Director of Central Intelligence is authorized to appoint three Deputy Directors, each of whom shall receive compensation at the rate of \$16,000 a year and who shall perform such duties as the Director may prescribe."

Amends Executive Pay Bill of October 15, 1949 wherein compensation of D/DCI was set at \$14,000, establishes D/DCI as statutory position and provides for three additional Deputy Directors as statutory positions.

For security reasons and with particular reference to the identity of the DD/P, provision for appointment by the President with advice and consent of the Senate is omitted.

Sec. 7. A commissioned officer of the Armed Forces on active duty who is appointed to serve as Director of Central Intelligence, while so serving as Director, shall be excluded from the numbers of Department of Defense Military and Naval Personnel otherwise authorized and appropriated for.

Exempts DCI from the so-called "Davis Amendment" (See Sections 608 and 634 of the Department of Defense Appropriation Act, 1953) limiting total number of officers in certain grades in the various branches of the Armed Forces, to certain percentages of the over-all strength.

Sec. 8. All laws or part of laws inconsistent with this Act are hereby repealed to the extent of such inconsistency.